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## **Operating Budget**

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1985-87 REVENUES AND EXPENDITURES  
GENERAL FUND-STATE  
(\$ IN MILLIONS)

BEGINNING FUND BALANCE (7/1/85)	\$0.0
REVENUE	
December 20 Forecast (RFC-Dec)	\$9,646.4
March 18 Forecast (RFC-March)	(153.6)
June 3 Forecast (RFC-June)	<u>(221.3)</u>
Current Revenue Forecast	\$9,271.5
Revenue Revisions:	
HB 1326 -- Sales Tax Deferral	(0.8)
Revenue -- Add Staff & Equip.	41.6
Transfer to Tort Claim	<u>(2.0)</u>
TOTAL REVENUE AVAILABLE FOR 85-87	\$9,310.3
EXPENDITURES	
Biennial Omnibus Budget	\$9,138.5
Capital Budget	0.8
Other Legislation	<u>0.5</u>
TOTAL EXPENDITURES FOR 85-87	\$9,139.8
PROJECTED ENDING FUND BALANCE (6/30/87)	\$ 170.5

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Revenue Legislation — 1985 - 87 Biennium — NEW

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SHB 16, Section 2	Prevailing Wage Payment	Fines of not less than \$1,000 for violation of prevailing wage rate requirements.
HB 66, Section 1(2)	Plumbers	Fees for plumbing training certificate.
SHB 68, Sections 6 and 8	Storage and Disposal of Human Remains	Fees for crematorium permits to the Department of Licensing and the Cemetery Board.
SHB 179, Sections 1 and 6	Migratory Waterfowl	Five dollar fee for migratory waterfowl stamp; revenues from the sale of prints and related artwork.
ESHB 254, Section 6	Amusement Rides	Fees of up to \$10 for amusement ride permits.
SHB 270, Sections 7 and 12	Acupuncture	Examination and license renewal fees.
SHB 297, Section 6	Organic Food Products	Fines for violating organic food statute.

Revenue Legislation — 1985 - 87 Biennium — NEW

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
EHB 409, Section 15	Practice of Architecture	Fines for illegal practice of architecture.
SHB 466, Section 5	Fish Dealers and Buyers	Fines for failure to properly document commercial harvest.
SHB 482, Section 1	Health Care Assistants	Fees for certification of health care assistants.
SHB 546, Section 13	Commodity Commissions	Assessments on commodities stored in frozen condition.
ESHB 767, Section 12	Criminal Profiteering	If the Attorney General's Office brings a suit and prevails in a criminal profiteering case, any payments in excess of actual damages will be deposited in the public safety and education account.
ESHB 804, Section 5	Tires/Recycle Program	Tax on retail sales of new replacement vehicle tires.
ESHB 815, Section 5	Water Quality	Administrative cost recovery for processing private or municipal waste disposal permits and point source discharge elimination permits.

Revenue Legislation — 1985 - 87 Biennium — NEW

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
HB 832, Section 1	World Fair Commission	Authorizes the World Fair Commission to receive gifts, grants, and endowments and to enter into revenue producing agreements.
SHB 850, Section 4	Landscape Architects	Fines of up to \$1,000 for improper practice by a certified landscape architect.
SHB 890, Section 17	Agricultural Liens	Fees for filing statements of security interests in livestock.
EHB 1021, Sections 1, 2, and 3	Enforcement of Pesticide Control	Civil penalties of up to \$1,000 for violations of the pesticide control and pesticide applicator acts.
SHB 1061, Section 4	Small Business Export Finance Assistance Center	Authorizes the Small Business Export Finance Assistance Center to charge counseling fees and receive gifts, grants, and endowments.
ESB 3067, Section 9	Aquatic Farming	User fees supporting the aquaculture disease inspection and control program.

Revenue Legislation — 1985 - 87 Biennium — NEW

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SSB 3500, Section 3	Signs Tourists Agriculture	A fee schedule, established by the Department of Transportation, for temporary agricultural directional signs.
ESSB 3799, Section 3	Nuclear Energy and Materials	Site use permit fee (replaces fees collected under rule), and a surveillance fee (replaces fees collected under a 1979 executive order).
SSB 4138, Section 3	Insurance Holding Company Systems	Recovery of costs by the Insurance Commissioner for considering acquisition of a domestic insurer.
ESSB 4209, Sections 3 and 5	Asbestos	The Director of Labor and Industries may prescribe fees for the issuance and renewal of certificates for asbestos removal and encapsulation. Civil penalties of up to \$5,000 may be imposed for violations of asbestos removal provisions.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SHB 15, Section 1	Public Works Prevailing Wage	Gives employees of contractors engaged in public projects first priority of liens on the funds retained by the government in trust. Current law gives governments priority for unpaid taxes.
SHB 16, Section 3	Prevailing Wage Payment	Changes fines for failure to file or false filing of statements required under chapter 39.12 RCW.
EHB 99, Section 2	Fish Farms	Exempts fish farms from B&O taxes.
EHB 99, Sections 3 and 4	Fish Farms	Exempts fish farms from sales and use taxes on feed.
HB 132, Section 1	County Tax/Nonresidents	Repeals the optional county tax on nonresident commuters.
HB 183, Sections 1 and 2	Tax Exempt Senior Citizens Meals	Exempts meals provided by non-profit organizations to disabled, low-income, or senior citizens from the sales tax.
ESHB 199, Section 3	Farm Labor Contractors	License fees for farm labor contractors are increased from \$10 to \$35 (\$100 for those contractors involved in forestation or reforestation).
EHB 228, Section 1	Registration of Watercraft	All power boats under 16 feet in length with less than a 10 horsepower motor that are operated in non-federal waters are exempt from state watercraft registration requirements.
SHB 242, Section 16	Crime Victims Rights	The penalty assessment on offenders which is deposited in the crime victims account is increased. The fine for a felony or gross misdemeanor is increased from fifty to seventy dollars. The fine for a misdemeanor is increased from twenty-five to forty-five dollars.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
2SHB 356, Several Sections	Reimbursement for Social and Health Services	Simplifies the process under which the Department of Social and Health Services receives reimbursements from recipients of services.
SHB 389, Section 1	Vending Machines/Public Buildings	The bill revises the definition of "public building" for purposes of the business enterprise program. Proceeds for the business enterprise program are limited to those concessions and vendors in public buildings used for administrative purposes.
HB 853, Section 2	Vessels Watercraft	Provides for a two title system for watercraft resulting in greater fees for title searches.
HB 1000, Section 1	Use Taxation	Exempts trade-ins from use taxes.
SHB 1003, Sections 6 and 7	Excise Tax/Administrative Provisions	Expands the definition of successor to include the sale of equipment.
SHB 1003, Section 10	Excise Tax/Administrative Provision	Expands the B&O tax agriculture exemption to hired farmers.
HB 1004, Section 1	Revenue Director Escheat Property	The Director of the Department of Revenue is authorized to administer escheat properties providing greater control over the disposition of such estates.
SHB 1060, Section 2	Taxation of Food Fish and Shellfish	Reduces taxation by limiting it to "enhanced" food fish as defined.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SHB 1079, Section 3	Sales and Use Tax	Provides for a deferral of state sales/use taxes on new or expanded manufacturing or research and development facilities located in distressed areas of the state.
ESHB 1089, Sections 1-7	Industrial Insurance Penalties	Penalties for violations of the industrial insurance statutes will be increased. Size of the increase is dependent upon the type of violation.
ESHB 1207, Section 2(3)	Employment and Training	Provides for tuition and fee waivers for eligible persons receiving training at certain community colleges.
HB 1326, Sections 2-5	Sales/Use Tax Deferral	Allows for sales and use tax deferrals for manufacturing or research and development investment projects for persons not currently engaged in these activities in Washington State.
SSB 3007, Section 3(1)	Motor Vehicles	Provides that a nonresident person employed in Washington may operate a vehicle within the state without state registration.
SB 3008, Section 1	Use Taxation	Provides that the use tax on personal property brought into the state by out-of-state businesses be calculated on the basis of daily rental value.
SB 3120, Section 5	MV Standards	Repeals special permit fee for truck trailer combinations between 65 and 75 feet in length.
ESB 3134, Section 1	Tuition Periodic Payment	Authorizes prepayment of tuition and fees in periodic installments.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SB 3326, Section 1	Liquor Licenses	Provides for an annual Class I liquor license for \$350.00 per year.
SSB 3342, Several Sections	Horse Racing	Makes various changes to fees and licenses associated with horse racing activities.
ESB 3357, Section 1	Tuition Exemption	Exempts military personnel and their dependents from paying non-resident tuition and fees.
SB 3456, Sections 1-7	Tax Exemptions	Provides for the extension of sales/use tax, B&O tax, leasehold tax, and property tax exemptions for the production of alcohol from December 31, 1986 to December 31, 1992.
SB 3551, Sections 1-6	Tax Statutes Clarified	Makes permanent the 7 percent surcharge on the retailing B&O tax for border counties.
SSB 3553, Section 3	Abandoned, Unauthorized, and Junk Vehicles	Provides for an annual fee of \$100.00 plus \$50.00 per truck for tow truck registration.
SSB 3580, Sections 21, 22, and 23	Business Corporations	Simplifies corporate filing fees.
SB 3601, Several Sections	Motor Vehicle Registration Fees	Provides for the restructuring of truck registration fee schedules to comply with the International Registration Plan (IRP). The IRP requires a combined, simplified fee schedule for truck registration. The IRP would not go into effect until 1989. The revenue impact would be neutral.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
ESSB 3678, Section 1	Revenue and Taxation	Grants a credit for gross receipts taxes paid in another state if determined necessary by final court action (ARMCO).
SSB 3684, Section 1	Lotteries	Transfers of lottery revenue to the general fund to be determined by legislative appropriation rather than by statute.
ESSB 3792, Section 4	Banks and Banking	Investigative fees paid by out-of-state bank holding companies would be established by the Supervisor of Banking instead of being set by statute at \$5000.
SB 3812, Section 2	Water Pollution Control	Broadens coverage of waste discharge permit violation section by: (1) increasing fine from \$5,000 to \$10,000; (2) applying the fine to the whole chapter rather than one section; and (3) applying the fine to violations of regulations and orders, as well as statutes.
SB 3812, Section 4	Water Pollution Control	Broadens recoverable expenses for oil spills to include investigative and surveillance costs.
SB 3812, Section 7	Water Pollution Control	Makes each day of an oil spill a separate violation.
SB 3942, Several Sections	Driver's Licenses	Increases various permit and license fees administered by the Department of Licensing to provide for the Highway Safety Fund.
SB 4155, Several Sections	Court Costs Convicted Defendant	Under the Court Reform Act of 1984, all court fines were to be split 60 percent to the local jurisdiction and 40 percent to the state. Under SB 4155 the split is 63-37. Additional expenses are included as recoverable costs.

Revenue Legislation — 1985 - 87 Biennium — MODIFIED

BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
Re ESSB 4196, Section 8	Un/Underemployed Assistance	Provides for a surcharge on the state unemployment insurance tax with a concurrent reduction in the rate schedule. The surcharge funds are to be used for the Employment Security Job Service Program.
ESSB 4228, Section 1(7)	Revenue and Excise Taxation	Reduces B&O tax on meat processors.
ESSB 4228, Section 5	Revenue and Excise Taxation	Reduces sales and use tax on sale of precious metal bullion.
ESSB 4228, Sections 6 and 7	Revenue and Excise Taxation	Reduces sales and use tax on artistic and cultural organizations.
ESSB 4228, Section 10(1)	Revenue and Excise Taxation	Increases public utility tax on water distribution. Exempts sewerage and refuse collection from the B&O tax and levies the public utility tax on these activities instead.
ESSB 4228, Section 11	Revenue and Excise Taxation	Increases the tax on conveyances.
ESSB 4228, Section 16	Revenue and Excise Taxation	Exempts from the B&O tax fuels to be used on the high seas.
SSB 4231, Sections 2-11	Game License and Permit Fees	Numerous changes in fees for licenses, permits, tags, and stamps, including a few new and deleted items.
SSB 4294, Section 1	Industrial Insurance, Three Months No Fine	The Department of Labor and Industries would be authorized to declare an "amnesty" period for employers to correct failures to register with the industrial insurance system, without penalty.

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Revenue Legislation — 1985 - 87 Biennium — MODIFIED

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BILL NUMBER/SECTION	BILL TITLE	DESCRIPTION
SB 4399, Section 6	Local Governance Study Commission	Funds are appropriated from the County Sales and Use Tax Equalization Account (RCW 82.14.310) for the commission.